

RESOLUTION NO. 2001-13

A RESOLUTION OF THE LODI CITY COUNCIL AUTHORIZING
THE CITY MANAGER TO EXECUTE A CONSULTING SERVICES
AGREEMENT FOR AN ELECTRIC UTILITY COST OF SERVICE
STUDY WITH EES CONSULTING, INC.

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WHEREAS, a Cost of Service Study allocates costs for a period of time, usually one year; and

WHEREAS, a Cost of Service Study is an analytical tool which define, separates and unbundles the City of Lodi Electric Utility Department's total revenues, expenses and capital facilities among the various customer classes served for purposes of determining class revenue requirements; and

WHEREAS, this tool can be used to track competitiveness and to make strategic decisions and is generally accepted to determine if the class structures are 1) fair and equitable; 2) avoiding interclass subsidies; 3) tracking whether revenues cover cost; and 4) providing an accurate price signal; and

WHEREAS, the City of Lodi Electric Utility has not had a Cost of Service prepared since 1993, and whether or not the Cost of Study is used as the basis for setting rates, it is a very useful device for analyzing the costs incurred by the Electric Utility Department.

NOW, THEREFORE, BE IT RESOLVED, that the Lodi City Council hereby authorizes the City Manager to execute a Consulting Services Agreement for an Electric Utility Cost of Service Study with EES Consulting, Inc., not to exceed \$32,000.00.

Dated: January 17, 2001

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I hereby certify that Resolution No. 2001-13 was passed and adopted by the Lodi City Council in a regular meeting held January 17, 2001 by the following vote:

AYES: COUNCIL MEMBERS – Hitchcock, Howard, Land, Pennino and Mayor Nakanishi

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


SUSAN J. BLACKSTON
City Clerk

2001-13